



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 15, 2013

Russell Limb
Progressive Contracting, Inc.
230 East Tabernacle
St. George, Utah 84770

Subject: Removal of Materials from Highland Mist Mine, Anasazi Gold Reserves, Highland Mist Mine, S/021/0035, Iron County, Utah.

Dear Mr. Limb:

It has come to the attention of the Division of Oil, Gas and Mining that sometime in the late summer or early fall of 2012, you may have removed approximately 300 tons of previously mined and crushed ore from the Highland Mist mine, located along Highway 20 in Iron County, Utah. Please note, the removal of this material was not in compliance with the Utah Mined Land Reclamation Act, since you have no valid permit to conduct mining operations in that area, and the current permit holder was under a cessation order for not having adequate reclamation surety.

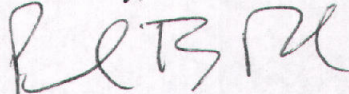
Until you have an appropriate permit from this office or written permission from the valid permit holder who has full approval to mine, you are not authorized to remove any materials from this mine site. Doing so will result in the Division taking enforcement action against you.

The Division is aware that you may have claim to the materials in question. The Division does not and will not dispute or affirm these claims, but ownership of a mineral material does not give an individual the right to conduct mining activities without first filing a Notice of Intention with this office, providing adequate reclamation surety, and receiving approval of the Notice pursuant to the Mined Land Reclamation Act (UCA 40-8 et.seq) and the Division's Rules (R647).

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Please call me at 801-538-5261 or Lynn Kunzler at 801-538-5310 if you have any questions regarding this matter.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. Baker'.

Paul Baker
Minerals Mining Manager
Minerals Regulatory Program

PBB: Lk: eb

cc: Will Stokes, SITLA (wstokes@utah.gov)
Eric Flippo (ericflippo@cornerstoneindustries.us)

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